AMENDED IN ASSEMBLY JUNE 22, 2000
AMENDED IN ASSEMBLY JUNE 15, 2000
AMENDED IN SENATE MAY 18, 2000
AMENDED IN SENATE MAY 3, 2000
AMENDED IN SENATE MARCH 23, 2000

SENATE BILL

No. 1599

Introduced by Senator Bowen

February 18, 2000

An act to amend Section 637.5 of the Penal Code, relating to privacy.

LEGISLATIVE COUNSEL'S DIGEST

SB 1599, as amended, Bowen. Privacy: video providers.

Existing law prohibits, with prescribed exceptions, a person who owns, controls, operates, or manages a cable television corporation or leases channels on a cable system from using electronic devices to observe, listen to, record, or monitor events or conversations inside a subscriber's residence, workplace, or place of business without the subscriber's written consent. Existing law also prohibits that person from providing any other person with individually identifiable information, as specified, regarding any subscriber.

This bill would *instead* make the above provisions applicable to a video provider, which it would define as a person, company, or service that provides video programming services to a residence, as defined, for a fee, as

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specified paid by the subscriber to the video provider. The bill also would specify persons or entities that are not considered video providers. Since a violation of these provisions is, among other things, a crime, the bill would impose a state-mandated local program by expanding the definition of a crime.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

- SECTION 1. Section 637.5 of the Penal Code is 1 amended to read:
- 637.5. (a) No person who owns, controls, operates, or manages a video provider, or who leases channels from a video provider shall in the course of providing video provider services:
- (1) Use any electronic device to record, transmit, or 8 observe any events or listen to, record, or monitor any 9 conversations which take place inside a subscriber's 10 residence, workplace, or place of business, 11 obtaining the express written or electronic consent of the subscriber. A video provider may conduct electronic sweeps of subscriber households to monitor for signal 13 quality. 14
- 15 (2) Provide person with any any 16 identifiable information regarding any of its subscribers, collected in the course of providing video provider 18 services, including, but not limited to, the subscriber's shopping choices, interests, television viewing habits, 20 opinions, energy uses, medical information, banking data 21 or information, or any other personal or private information, without the subscriber's express written or electronic consent. 23

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(b) Individual subscriber viewing responses or other individually identifiable information derived from subscribers may be retained and used by a video provider only to the extent reasonably necessary for billing purposes and internal business practices,—and to provide services requested by the subscriber, or to monitor for unauthorized reception of services. A video provider may compile, maintain, and distribute a list containing the names and addresses of its subscribers if the list contains no individually identifiable information other than the 10 subscriber's name and address, and if subscribers are afforded the right to elect not to be included on those lists. A video provider shall maintain adequate safeguards to 14 ensure the physical security and confidentiality of any subscriber information that is in their possession, custody, 16 or control.

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(c) A video provider shall not make individual 18 subscriber information available to government agencies without the subscriber's consent in the absence of legal 20 compulsion, including, but not limited to, a court order-or 21 subpoena. Prior to responding to that legal request, the 22 video provider shall notify the subscriber of the nature of 23 the request and the governmental agency that has 24 requested the information, unless otherwise prohibited 25 by law from doing so. warrant, or subpoena. If requests 26 for this information are made, a video provider shall 27 promptly notify the subscriber of the nature of the 28 request and what government agency has requested the 29 information prior to responding, unless 30 prohibited from doing so by law.

Nothing in this section shall be construed to prevent 32 local franchising authorities from obtaining information necessary to monitor franchise compliance pursuant to 34 franchise or license agreements. However, 35 information shall be provided so as to omit individually subscriber information. 36 identifiable Information obtained by local franchising authorities shall be used solely for monitoring franchise compliance and shall not be subject to the California Public Records Act (Chapter SB 1599 **- 4 -**

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3.5 (commencing with Section 6250) of Division 7 of Title 1 of the Government Code).

- (d) Any individually identifiable subscriber information gathered by a video provider shall be made available for subscriber examination within 30 days of 6 receiving a request by a subscriber to examine the information on the premises of the corporation or through another reasonable mechanism. Upon reasonable showing by the subscriber that the 10 information is inaccurate, a video provider shall correct the information within 30 days and shall send written or electronic confirmation to the subscriber.
- (e) Upon a subscriber's application for video provider 14 service, including, but not limited to, interactive service, 15 a video provider shall provide the applicant with a 16 separate notice in an appropriate form explaining the subscriber's right to privacy protection afforded by this section.
 - (f) As used in this section:
- (1) "Video provider" means any person, company, or 21 service that provides one or more channels of video 22 programming to a residence, including a home, 23 condominium, apartment, or mobilehome, where a fee is 24 paid specifically for that service by the subscriber to the 25 video provider, whether directly or included in dues or 26 rental charges, regardless of the method used to deliver video programming. A "video provider" include, but not be limited to, a provider of cable television, master antenna television, satellite master 30 antenna television, direct broadcast satellite, multipoint distribution service, and any other method of providing video programming regardless of the technology used. A video provider shall not include an Internet service 34 provider unless that Internet service provider is directly providing video provider services. A video provider shall 36 not include a person, company, or service that provides other services and where any video content provided is merely ancillary to the primary services, such as a video tutorial on how to use a product or service, or a video promotional piece.

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(2) "Individually identifiable information" means any information identifying a subscriber or his or her use of any service provided by a video provider, other than the fact that the individual is a subscriber. "Individually identifiable information" shall not include anonymous, aggregate, or any other information that does not identify an individual subscriber of a video provider service.

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- (3) "Person" means an individual, association, partnership, corporation, limited liability company, or other legal entity, or an individual acting or purporting to act for or on behalf of any government, or subdivision thereof, whether federal, state, or local.
- (4) "Interactive service" means any service offered by 14 a video provider involving the collection, reception, aggregation, storage, or use of electronic information 16 transmitted from a subscriber to any other receiving point under the control of the video provider, or vice
 - (5) "Subscriber" means an individual who purchases and receives video provider services.
 - (g) Nothing in this section shall be construed to limit the ability of a video provider to market video provider services or ancillary services to its subscribers.
 - (h) Any person receiving subscriber information from a video provider shall be subject to the provisions of this section.
- (i) Any aggrieved person may commence a civil action 28 for damages or injunctive relief for invasion of privacy against any video provider, service provider, or person 30 that leases a channel or channels from a video provider that violates the provisions of this section.
- (j) Any person who violates the provisions of this section is guilty of a misdemeanor punishable by a fine not three thousand dollars (\$3,000), 34 exceeding 35 imprisonment in the county jail not exceeding one year, 36 or by both a fine and imprisonment.
 - remedies (k) The penalties and provided subdivisions (i) and (j) are cumulative, and shall not be restricting any penalty provisional or otherwise, provided by law for the benefit

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17 XIII B of the California Constitution.

1 of any person, and no judgment under this section shall 2 preclude any person from obtaining additional relief 3 based upon the same facts.

- 4 (*l*) The provisions of this section are intended to set 5 forth minimum state standards for protecting the privacy 6 of subscribers to cable television services and are not 7 intended to preempt more restrictive local standards.
- 8 SEC. 2. No reimbursement is required by this act pursuant to Section 6 of Article XIII B of the California 10 Constitution because the only costs that may be incurred 11 by a local agency or school district will be incurred 12 because this act creates a new crime or infraction, 13 eliminates a crime or infraction, or changes the penalty 14 for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition 16 of a crime within the meaning of Section 6 of Article